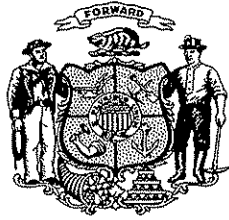


STATE OF WISCONSIN

SENATE CHAIR
MARK MILLER

317 East, State Capitol
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MARK POCAN

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JOINT COMMITTEE ON FINANCE

MEMORANDUM

To: Members
Joint Committee on Finance

From: Senator Mark Miller
Representative Mark Pocan

Date: October 22, 2009

Re: Department of Revenue Consumer Price Index (CPI)

Attached is a report on Consumer Price Index (CPI) from the Department of Revenue, pursuant to s. 79.05(1)(am), Stats.

The Department of Revenue on a annual basis must certify to the Joint Committee on Finance the percentage change in the Consumer Price Index used to determine a municipality's eligibility for a payment under the expenditure restraint program.

This report is being provided for your information only. No action by the Committee is required. Please feel free to contact us if you have any questions.

Attachment (add an "s" if more than one attachment)

MM:MP:jm



State of Wisconsin • DEPARTMENT OF REVENUE

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Jim Doyle
Governor

Roger Ervin
Secretary of Revenue

October 19, 2009

The Honorable Mark Miller, Co-Chair
Joint Committee on Finance
State Capitol, Room 317 East
Madison, WI 53702

The Honorable Mark Pocan, Co-Chair
Joint Committee on Finance
State Capitol, Room 309 East
Madison, WI 53702

Dear Senator Miller and Representative Pocan:

State law requires the Department of Revenue annually, on November 1, to certify to the Joint Committee on Finance the percentage change in the Consumer Price Index (CPI) used to determine a municipality's eligibility for a payment under the expenditure restraint program. The Department certifies that the percentage change for 2011 payments is -0.3%.

Sec. 79.05(1)(am), Wis. Stats., provides that the inflation factor for the expenditure restraint program be the average annual percentage change in the CPI for all urban consumers (CPI-U), U.S. city average, for the twelve months ending on September 30. The Department's certification of this percentage is required in sec. 79.05(2m).

Calculation of the inflation factor is shown in the attached table. If you have any questions about our calculation, please contact me.

Sincerely,

Roger M. Ervin
Secretary of Revenue

RME:rs

Consumer Price Index for All Urban Consumers (CPI-U) U.S. City Average, All Items, Not Seasonally Adjusted 1982-84=100 Source: Bureau of Labor Statistics, U.S. Department of Labor		
	2007-08	2008-09
October	208.9	216.6
November	210.2	212.4
December	210.0	210.2
January	211.1	211.1
February	211.7	212.2
March	213.5	212.7
April	214.8	213.2
May	216.6	213.9
June	218.8	215.7
July	220.0	215.4
August	219.1	215.8
September	218.8	216.0
Average	214.5	213.8
% Change		-0.3